## PIERCE PROPOSED AMENDMENT NO. 1

TIME/DATE PREPARED: December 16, 2014



COMPANY: UNS Electric, Inc.

AGENDA ITEM NO. 8

DOCKET NO(S). E-04204A-14-0249

OPEN MEETING DATE: December 18, 2014

Page 9, Line 6,

ORIGINAL

INSERT New Ordering Paragraph:

"IT IS FURTHER ORDERED that a waiver to the REST requirements contained in R14-2-1804 and R14-2-1805 will be granted to UNS Electric, Inc. if it's forecasted Planning Reserve Margin<sup>1</sup> is greater than or equal to eighteen percent (18%) each year for the next two years. To obtain this waiver, UNS Electric, Inc. must file with the Commission documentation demonstrating that its forecasted Planning Reserve Margin exceeds eighteen percent (18%) for at least the next two years and if obtained, the waiver shall apply for each year that the forecasted Planning Reserve Margin exceeds eighteen percent (18%)."

Make all other conforming changes.

Arizona Corporation Commission

DOCKETED

DEC 16 2014

DOCKETED BY

DIN DEC 16 P 2: 17

	THIS AMENDMENT:	
Passed	Passed as amended by	<del></del>
Failed	Not Offered	Withdrawn

<sup>&</sup>lt;sup>1</sup> As defined by North American Electric Reliability Corporation ("NERC"), Planning Reserve Margin equals the difference in Deliverable or Prospective Resources and Net Internal Demand, divided by Net Internal Demand. Deliverable Resources are calculated by the sum of Existing, Certain and Future, Planned Capacity Resources plus Net Firm Transactions. Prospective Resources include Deliverable Resources and Existing, Other Resources. Net Internal Demand equals Total Internal Demand less Dispatchable, Controllable Capacity Demand Response used to reduce load.